4 end.

1 March 1954

Attachments:

SIM/348

SIM/375

SIM/386 SIM/449

 $2 \rightarrow EE(w/l set atts)$ 

- SME: (w/2 sets atts) Distribution 2

2 - Vien (w/1 set atts)

1 - File #154

1 - File #146

CLASSIFICATION

1 - Salz Chrono

DECLASSIFIED AND RELEASED BY CENTRAL INTELLIGENCE AGENCY

SOURCES METHODS EXEMPTION 3826

É HAZIWAR CRIMES DISCLOSURE ACT

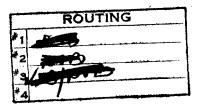
**EATE 2007** 

SIM/MAS

Chief of Operations, Salaburg

13 January 1954

Operational/REDSCI/ARAGRE
Pachatte Mosting with Grallspice 1
on 7 January 1954 - GR #58



#### MESTING ARRANGEMENTS

l. As arranged at the previous meeting (see SIM/331) case officer was to meet agent Grallspice I at 1500 hours on 5 January 1955; at the Grallspice safe apartment. However, on 5 January a telegram was received at the Bad Raichanhall address from agent's wife stating that the daughter was sick again and that they would not return from Humaingen to Salaburg on 6 January. Once officer telephoned this news to agent and at the same time postpened the meeting writ! 7 January due to several prepring engagements that case officer had to faifill. The meeting lasted about 10 minutes and was conducted in English.

## OPERATIONAL MATTERS

- 2. During the meeting Oralispine I saked case officer if his organisation would be interested in an Austria-wide elandartime organisation. Case officer assured that he was not certain but saled for the details, Agent said he had no details at the present but explained that his landlard approached him with the possibility of agent's joining a mudist colony, very secret with brunch offices (or whetever affiliates of a mudist colony would be called) in all of Austria. Agent said that he could not get any details until he actually joined the expansisation since it was so hundroush. Case officer said that in that case would not be interested and that agent was to stay anny from such activity.
- 3. Came officer maked agant to propers a full list of all of his faguant's) contacts in the Salaburg area for the purpose of name checking. Agent said most of them were feminine contacts and therefore he would have to propers the list while his wife was out of town. Agent said he would have the list at the ment mosting.

#### PERBONAL MATTERS

4. Agent sent a letter to his wife (to be mailed via Bad Reichenhall by a staff member) telling her to stay in Germany for about ten days to two weeks. This was due to the expiration of her Austrian visa. (G.O. Germant: the visa is being renewed.) SEGRET

COPY ENCL 1- EMSH - 2991

74-6/34/31

SIK/MIS Page 2

5. Agent and case officer spent the majority of the meeting on agent's study of the U, S. Constitution.

## COMMUNICATIONS

6. It was agreed to meet again on 11, January 195h at 1300 hours at the Orallapice safe spartment.

Date of Report: 10 January 1954

Distribution: Orig - File /15k

1 - SIM Chrono h - Held few Progress Reports

1 - Vien

Chief of Operations, Salaburg

20 January 1954

Operational/REDSOX/AEACRE Pachatte Meeting with Grallspice 1 en 14 January 1954 - GR #59

#### MEETING ARRANGEMENTS

1. As arranged at the previous meeting (see SIM/348) case officent. was to most agent Grallspice 1 on 14 January 1954 at 1300 hours at the Grallspice 1 safe apartment. Case officer arrived at the apartment at 1245 hours and agent appeared promptly at 1300 hours. The purpose of the meeting, which lasted 40 minutes, was to continue agent's study of the Constitution, to receive the list of his Salsburg acquaintances for name checking purposes (see SIN/348) and to receive from agent his TTD, the Austrian visa of which has expired.

#### OPERATIONAL NATTERS

- 2. Grallenice I submitted the following list of people in Salaburg, with when he is acquainted:
  - a. Gertraud KOESSLER, born about 1930, living in Salaburg, Masglaner Mamptatrasse, finished high school and has Mature. Presently employed by Salaburg Financent Rechmungsstelle,
  - b. WACHS (fmu), born sa. 1903, presently living in Saleburg, Plaishefetrasse, adherent but not member of mudiat colony, employed by Pinaneant Salaburg. Also plays as musician at cafe Zentral in Salaburg on Saturday nights.
  - c. HREISIMER (fmm), born ca. 1918, head of Salaburg Financent. Repertodly has one residence in Vienna and another in Salaburg, believed to be Chiensechof (Salsburg).
    - d. Deter ERICH, employed by Salaburg Financast, living in Salaburg

Grallspice 1 reported that he was only well acquainted with A above. He describes her as being a young girl of easy conduct, a famatical Masi. Agent said he had been present on several occasions when she and WACHS have getten into heated political arguments. It some that KORSSLER represents the Hasi point of view whereas WACKS represents the leftist point of view. Furthermore, agent reported 

COPY FNICE 2- EASA-2991

that lately KOESSLER had been visiting agent at his apartment (uninvited and while agent's wife was away in Memmingen). Agent reported that she seemed quite curious about agent and one day even asked agent point blank if he speke Russian. She claimed that she wanted to learn Russian so she could read Russian literature. She also claimed that she was interested in philosophy, etc. (C.O. Comment: KOESSLER does not appear to be the type interested in such things as philosophy and literature.) Case officer suggested that if KOESSLER came back again agent should see if she were really interested in such faculties and if she had any background in them or if she was just bluffing. In the meantime case officer would conduct local security checks to investigate the girl's background.

#### NAME CHECKS

3. Name checks in G-2 files, VOB and Vienna CIC will be made on all persons in paragraph 2. SGB files revealed no trace on any of these persons mentioned in paragraph 2.

#### PERSONAL MATTERS

- 4. Agent and case officer continued agent's study of the Constitution.
- 5. Agent gave case efficer his TTD. The Austrian visa in the document has expired and case officer said he would have it renewed. (C.O. Note: The TTD will be ferwarded to in MDB for renewal of the dequmont.)
- Agent was asked to write a letter to his wife asking her to stay in Memmingen until the Austrian visa in her TTD could be renewed.

#### **COMMUNICATIONS**

7. It was agreed to meet again on 21 January 1954 at the Grallspice 1 safe apartment at 1300 hours.

#### GASE OFFICER CONSCIPTS

S. Orallanice 1's morele seems to have risen back to its normal level sgain after having slumped as a result of his visit in Hemmingen where he learned about his 18 former DP friends having enigrated to the U.S. Agent new, as previsualy before this slump, seems to be patiently vaiting out his emigration. Game afficer feels that agent's morale alump was a justificable one in face of the long wait he is having ever his enigration. It would seem quite understandable that when a person is patiently waiting for an emigration being expedited by an intelligence organisation and then finds his friends emigrate before him on normal rotation he would be semenhat disheartened over the state of affairs.

Date of Report: 18 January 1954

Distribution: Orig - File \$154

1 - SIM Chrone

4 - To be Perwarded: 2 - SR 1 - EE 1 - Vien

Chief of Operations, Salaburg

22 January 1954

Operational/REDSCE/AEACRE
Pachatte Hesting with Grallspice 1
en 21 January 1954 - CR #60

#### MEETING ARRANGINGSTA

l. As arranged at the previous meeting (see SIM/375) case officer was to meet agent Grallspice 1 on 21 January 1954, at 1300 hours, at the Grallspice safe apartment. Gase officer arrived at the apartment at 1350 hours where he unexpectedly found a workman busily engaged in painting the bathreem. He went back downstairs and was fortunate in intercepting Grallspice 1 as he was just entering the apartment building. Explaining that a meeting equid not be held upstairs, case efficer suggested that they go down the street to the Cafe Lebmerhof for the meeting. The meeting lasted approximately 45 minutes.

#### **OPERATIONAL MATTERS**

A agent reported that Gertraud KCESSLER (see para 2 of SIN/375) has continued to visit agent at his apartment during the last week. Agent also reported that he had learned that KCESSLER was a student and writer in her own way and that she wrote book reviews for a student newspaper called Die Blätter. Agent believes this newspaper is published in Munich. (C.O. Note: It may new seem that KCESSLER is sincerely interested in literature, philosophy etc. and may have a gemmine desire in learning Russian as noted in SIN/375). Grallspice I size said that KCESSLER had invited him to some cosy neuntain retreat for the weekend of the 23rd. However, case officer and agent both agreed that as pleasant as this might be the invitation should be declined. Agent also reported that he had learned from Mr. WACRS (see SIN/375 para 2) that the mulist colony was called the LFFL - "Liega För Fertschrittliche Lebensgestaltung, Salaburg Postfach 632. (C.O. Note: This is probably the address of the Salaburg branch.) Gase of fileer thanked agent for this information but at the same time told him that he meet not explain this load any further.

#### PERSONAL MATTERS

3. Case officer and agent spent the majority of the meeting on agent's study of the U.S. Constitution.

74-6/39-1-31

COPY ENCC, 3-EMSA-2991

#### APMINISTRATIVE MATTERS

4. Case officer passed to agent the Bohalfunessiger Personal surveise for agent and his wife. Agent was instructed that he and his wife should be sure and sign the documents and also affix a finger print to the document (see EGTA-02790).

#### COMMUNICATIONS

5. It was agreed to meet again on 1 February 1954 at 1300 hours at the Grallspice safe apartment.

Date of Report: 22 January 1954

Distribution: Orig - File \$154

1 - 200 Chrone

4 - To be Permanded:

2 - 52

1-3

1 - Vien

## SEGRET

SIM/449

Chief of Operations, Salaburg

25 February 1954

Operational/REDSOX/AEACRE Grallspice 1 Final Report Concerning the Events for the period 25 January to 7 Rebruary 1954

## EVENTS - 25 Jamuary 1954

1. On 25 January 1954 at about 0930 hours, Grallspice 1 telephoned case officer and teld case officer that he had an urgent matter that he wished to discuss with him. Using the pre-arranged code it was agreed to meet at 1200 hours the same day at the safe apartment. Gase officer arrived at the safe apartment at about 1145 hours and found a plumber fixing the kitchen sink. Case officer went back downstairs and a few minutes later intercepted Grallspice 1 just as he was entering the apartment building. Together they walked down the street to the Gasthof Lehner where the meeting was held. The meeting lasted approximately one hour during which time Grallspice 1 related the following incident.

a. Grallspice I said that on Friday, 22 January 1954, shortly after meen he received a telephone call from an unknown person (male voice) asking for Mr. Schebelin. When agent asked who was speaking the person again asked for Mr. Schebalin and then hung up. Later that same evening the telephone rung again and a male voice, believed to be the same as the first call, asked if Mr. Schebalin were at home. Grallspice I asked who this was. The person merely asked if Mr. Schebalin was there and agent, answering yes, asked again who was speaking and what he wanted. The person again hung up. On the next day, 23 January at about 1200 noon, the telephone range in agent's apartment and a woman's voice said that this was the Salsburg telegraph office and that she had a telegram for Mr. Schibalin. Agent asked for the message whereupon the woman read the following telegram: "The message is for Mr. Schebalin. It reads: "Arriving Salzburg on 1532 train. Please meet me at Salsburg Station. Signed 'M\*." (Telegrem was in German) Agent asked the woman where the telegram was from and she said Munich. He asked when it was sent and she said "yesterday" and hung up. (C.O. Note: Grallspice 1 and his wife had arranged a small code for signing their correspondence. They had agreed always to sign their messages to each other with the phrase "Kuesse". This would automatically mean that the message did genuinely originate with one or the other. This telegram was not signed with Kuesse. Furthermore, Grallspice l's wife's first name is Tatyana. The name she had been using in Salzburg was Maria which probably explains the "M", with which

SECTI

74-6/29-1-31

COPY ENCC. 4-ETKA-2991

the telegrem was signed.) Grallspice 1, fearing that his wife was in some kind of danger or it was some kind of emergency, went to the train station to meet the 1532 train from Munich. His wife was not on the train. He not all subsequent trains from Munich the same day. However, his wife did not appear. Later in the evening he went to the Salaburg Post Office and asked to have a copy of the telegram. The clark searched through his log book and said that they had received no such telegram. After agent had explained that he had received a telephoned wire that afternoon the clark said that he would shook Munich for confirmation that such a telegram was even sent. The clark later learned that no telegram had ever been sent from Munich.

- b. That evening (23 January 1954) Grallspice 1 returned homesbent 2830 hours after having met all the Munich trains. His friend Gertyand EERMANN had been visiting the WUKS women, Grallspice 1's landlady, and when they post Grallspice 1 had arrived at his apartment they invited him to their apartment just across the courtyard for a cap of coffee, About G200 hours in the married (24 January) ECESSIER and Grallspice 1 left WUKS' apartment and together they went into term to the Gafe Zentral for a beer. About G430 in the marriag, shoully before ECESSIER and agent left the Gafe, ECESSIER told Grallspice 1 that she had a friend who even though he were only a minor elemin in an effice, was really a protty hig wheel and was verying for a cause for which he did not necessarily receive money and kinted that Grallspice 1 should also work with her friend in this "cause". Grallspice 1 passed the remark off by saying that if there was no money involved he was not too interested. Here the convergention stopped and Grallspice 1 returned home.
- 2. Grallspice 1 and case officer agreed that this was obviously an attempt momets part to establish Grallspins l's identity as Schobalin and secondly the the MESSIER affair has all the carmarks of boing an intelligence approach. Grall so I said that he had known KORSKLER for about the last four or five months as h he had gotten to know her through Fran Wills. It some that KOESSLER and Wills th territher in the same office in the Salabarg Pinantest. KORSGLER frequently to visit the MUES woman during which visits Grallopico 1 got apquainted with MER. Grallspice I also related that one time the KORSELER girl was playing with the agent's six year aid daughter and accidentally learned from the little girl that her name was not Dallinger but Schobalin. Gralleplos I said that he r maid any attention to the KORSKLER girl until within the last menth. When lepice I returned to Salaburg from his Obristmas vacation in Numbers on 2 w 1953 (it will be recalled that agent's wife remained in Newsians m at this ) the KORSGER rirl completely uninvited or solicited showed a distinct interin his background as noted from \$DE/375. One day she even asked him point welly whether he were Eugstan. (Agent and family speak Russian at home.)
- 3. Gase efficer told agent that in this case he was to return to his apartment immediately and to stay there until he heard from case officer later in the afterwates. He was also to note very carefully everything and enything that ECENSCIAN should say to him if she called or visited again and he was not to decline say further approach completely nor was he to accept it. He was to stay in the middle of the most and try to elicit as much information as possible. Later in the aftermost should be accepted to see if everything was in order. Agent reported so further development. In that case it was agreed to meet again the most marking (No Japaner) the Malaches at the Protestant charact in Salasher.

## EVENTS - 26 James 1954

L. The next morning (26 January) as arranged, case officer and agent met at the Protestant church at 0900 hours and tegether they walked along februrustrance to an Represso where they held a brief meeting. Agent reported that ECHSLIE had not telephoned him on 25 January nor had she come to visit him as would be her usual hubit. (C.O. Note: This probably meant that KORSSLER was going to wait a little while before she made a second approach. She probably felt rebuffed by agent's disinterest in her first approach.) Fearing that this entire affair might be a peccible kidnep attempt against agent, case officer brought along a blackingh and a pair of brass knuckles in a paper sack which he gave to agent for the latter's use and protection. Gase officer then told agent that he had to go away for about one day, from moon 26 January until noon 27 January, and that should some of arise he was to call case officer's telephone number and ask for "Jones", the fr of Mr. Martmann's and that he and "Jenes" could arrange an emergency mosting. efficer, hewever, cautioned that agent was to use this system only in an e gener. On 27 James when case officer returned from his trip he telephone to see if everything were in order. Agent replied that it was. It was then agreed to most at 0900 hours on 28 January as arranged.

## EVENTS - 20 James 1954

S. When case efficer and agent not at 0900 hours 28 January agent said that MUESKIER had called him on Tuesday (26 January) and had rather urgently invited him to go to a literary lecture at the Salaburg Volkshochachule that evening. However, agent dealined saying that he was sick. On the next day he checked and found that there had been no literary lecture given that evening in Salaburg. There had been various lectures but none dealing with any literary topics. Agent reported that she (KORSKIER) had not phened him or visited him on 27 January. Once of Masse that agent that it had been dealed to have agent's rife some back to Salaburg immediately so that all three would be together. Then it would be paster to heap track of them. Therefore, agent was to write a telegrem asking his rife to return to Brailancing on the evening of 29 January where she would be make and brought to Salaburg. Agent wrote the telegrem and gave it to case of ficer. The meeting ended with case of ficer telling agent to go back home and wait until further word. Same efficier than is selected it was to Bad Reichenhall where he sent the telegrem to agent's rife in Massingen.

The ease officer returned to 808 about 1100 bours, he learned that Grallspiles I'm emigration was nearing completion and that Headquarters had requested
that Smillapine 1 be in Washington on 1 February. (See DIR 35896) Sections arseconds for scheduling MATS flights to Washington for case officer, again and
builty, for getting the shots, steeters were made immediately. Gaze officer thin
this residuated agast and asked to meet him that afternees at 1400 hours. At this time
summation tail agast that he was to pack all his things tegether and that case
ther and agast would drive to Hemmingen the next day to plak up agast's this
as a summan asked trive on to Frankfurt to embark on 11 damany for a flight to
him before, D.C. Agent semental stunned by this rapid sequence of events said that
the law ins to be included in this enigration. Gaze officer ammered that
this law was to be included in this enigration. Gaze officer ammered that
this may case to be included in this enigration. Gaze officer ammered that
this may case to be included in this enigration of the aged when aligned
the law increases the would be quite engaged that this may came seem difficulty
the first since afficer said that them the parties also that each to death the
this is the state of the said that them the parties are the said that only in Getting
the first since afficer said that them the first said that the said that the said the thin only in Getting
the first said that the flight of the said her anignation to the first said
the third way and that the flight of the said her anignation to the first said.

大学 できません はない はん

It was therefore agreed to note again the most morning (29 January) at 6900 hours at a gas station on Alpenstrasse. In the meantime case efficer would send a telegram to agent's wife telling her not to come to Salaburg but to remain in Neumingen and that agent was coming to Neumingen. Gase efficer them drove to Sad Scichenhall for the second time and sent the second telegram which in effect cancelled the arrangements for the wife's coming to Salaburg.

## Marts - 29 January 1954

- 8. Gase officer met agent at 8900 heurs en 29 January at the gas station on Alpenstrasse and dreve him to Comp Truscott's 189th Field Hospital where agent was given a smallpox vaccination. Gase officer them esserted Grallapine I back to term and told agent that he was to go home, pack all his things tegether and them take them via taxi to the railroad station in Salamary. (Agent had about 9 smiteases.) Gase officer would them meet him and at 1300 tegether with the 9 smiteases they would traval by ear to Rommingon that afternoon to pick up agent's wife and daughter and from there go to Frankfurt ready for the flight that funday (31 January) to Vaskington, D.C. Gase officer also told agent not to inform Frank WUKS of his intended departure until just a few hours before he actually left the apartment. He was merely to tell her that he had been called back to Germany by his company very unexpectedly.
- 9. Case officer then returned to NW where at about 1100 hours he learned that the passage on the MATS flight for 31 Jamary had been postpened until 4 February. Case officer then called agent and told him that there had been a charge in the plan and that we would have to wait several days before going to themsey. Agent said that he had already informed Frau WEES about 2 minutes before that he was returning to Germany. Gase officer said that he would telephone agent later in the afternoon. That afternoon about 1400 hours agent belophoned case afficer and asked to see him as seen as possible. Gase afficer said that this time agent within 10 minutes at the gas station near agent's house. At this time agent related that he had received a series of mysterious telephone calls from an unknown male person. This person would telephone disallaptes 1 and ask him if Mr. Dellinger were at home. When Grallaptes 1 answered that he was Mr. Dellinger the person on the other and of the line would have the first believes each over the or this after the short life hour. Grallaptes 1 also related that shortly after he had infinited from WEES that he has beauting the apartment he overheard her telephonism

## SEGILI

the KOESSLER girl telling her that Mr. Dellinger was checking out of the apart-
ment and going back to Germany. (C.O. Note: This short episode more or less
clinched the participation of KCESSLER in this entire affair and makes it quite
apparent that she is the key to this story.) 'Case officer then told agent to go
back to the apartment, pack his things together immediately and case officer
would pick him up at the railroad station at 1600 hours. Pachatte then returned
to 30B where he picked up [ ] and together they proceeded to the
area of Grallspice 1's apartment and parked the car about a block away at a
vantage point from where they could observe both antrances and exits of the Grall-
spice apartment building. (C.O. Note: This was primarily a security measure
whereby were to act as convoy and bodyguard for agent.)
waited in the car but did not observe anything unusual in the
apartment building. Finally at 1545 hours a cab drove up in front of the apart-
ment building and Grallspice 1 started loading his baggage into the cab. A few
minutes later Grallspice 1 left in the cab for the railroad station and [
and followed the cab all the way. However about one half the way to the
reilroad station the cab made a slight detour off to the Salzburg Finansant.
Here Grallspice 1 got out and went into the Finansamt. About five minutes later
agent came out again, got into the cab and went to the railroad station. (C.O.
Note: Grallspice 1 later told case officer that just as he was leaving the apart-
ment KOESSLER telephoned him saying she had to see him about a very important
matter. When Grallspice I saw her at the Finanzamt she said the "important mat-
ter" was several books which Grallspice 1 had lent her. She urgently asked that
Grallspice 1 give her his forwarding address so she could send the books later.
Grallspice 1 did not give any address but told KOESSLER he would pick up the books
when he was in town next. Then KOESSLER told him of the proverb: "It is good to
know the truth and talk about it, but even better to know the truth and keep
quiet." With this she daid, "Lebe wohl" and Grallspice 1 returned to the cab.)
Here parked the car about 3 blocks away letting out and then pre-
seeded on feet to the railroad station where he met Grallspice I who had already
checked his baggage and together they walked back on foot to the automobile check-
ing three or four times for possible surveillance. None was detected. [ ] and Grallspice 1 drove to [ ] private residence in Salzburg where Grall-
end oterrapide I diose to
spice 1 stayed until the next morning.

#### EVENTS - 30 January 1954

10. At 0800 hours 30 January 1954 1 and Grallspice 1 left by automobile for Memmingen, Germany. They picked up agent's baggage which had been checked at the railroad station, crossed the Austro-German border on the Autobahn (agent was taken across the German border on a way-bill made out in the name of "Johann Edelmann") and drove to Munich arriving there approximately 1030 Dieft arent in a Gasthaus there and proceeded to MDB where he heure. C met [ \_\_ the temporary travel decu-He obtained from ments for agent and his wife and also obtained three international immunisation cards which had already been made out and stamped. The fictitious Streichmann name for agent, wife and daughter were then typed in. [ picked up agent in the Gasthaus and at about 1130 hours they departed Munich for Memmingen. They arrived in Landsberg midway between Munich and Memmingen about 1400 hours. Since it was considered inadvisable to arrive in Memmingen in the daylight, case officer and agent spent the afterpose in Landsberg and then at about 1700 hours proceeded to Memmingen arriving them at all the fours. Case officer dreve agent and his 9 suitcases right to his hel ie A while the certain that there would be

# 

American Army and State Department cars visited the housing area in which agent lived. I dropped off agent and baggage and then went to the Hotel Bahnhof where he registered using a false AGO card. On the trip from Munich to Memmingen the left front wheel of the operational vehicle started to shimmy. I took the car to a garage that evening, left it for repairs saying we would pick it up on Tuesday (2 February). This provided a very suitable cover story for I aving to stay in Memmingen on Sunday and Monday.

### EVENTS - 3 February to 7 February 1954

- 12. On the morning of 3 February at 0700 hours case officer met agent and his family with their baggage at a point in Memmingen and together they drove on to Frankfurt arriving there at 1400 hours. \_\_\_left Grallspice 1 and his family off at the Hotel Victoria in Frankfurt where they registered under true name. (Case officer stayed at a hotel about a block away.) Case officer then went to FOB where final arrangements were made for case officer, agent and his family to board the MATS aircraft the next day for Washington, D.C. These arrangements, of course, had to be made through liaison channels since agent and his family did not have any documentation whatsoever. Another set of orders providing for travel without documentation was issued in Frankfurt since the set brought had been stamped "secret" and hence could not be showed which ( freely at the airfield. Case officer returned to Grallspice 1 and his family remaining with them several hours. It was arranged to pick up agent and his family next morning, 4 February 1954, at 1000 hours at the hotel.
- 13. On 4 February case officer and another FOB staff member picked up agent and his family in an FOB car and drove out to Rhine-Main Airfield. Here final confirmation was made for space on the MATS plane and customs was cleared. (C.O. Note: The sergeant at the military police counter had been tipped off by FOB liaison to pass Pachatte and party with no questions asked.) Finally at 1400 hours Pachatte, agent and family bearded the MATS aircraft and flew to Washington, D.C. via Paris and the Asores. The air trip took place without incident.
- and party arrived at Washington's National Airport on 5 February at Obto nours, about 3 hours ahead of schedule. Since they arrived so much earlier than the scheduled time it was understandable there was no one at the airport from Headquarters to meet them. Fortunately, however, the officer at the IAN desk had been tipped off that three aliens without documentation would be soming through. The IAN officer passed Grallspice 1 and his family through the check and put them in the custody of Pachatte until later in the morning when they could be registered at the IAN office in Washington.

Ithen took a taxi cab with agent and family in tow and went to the Hotel Stradford where he took a single room. Case officer left agent and family in this room and then went off to KUBARK Headquarters to try to establish Darrived at Headquarters at about 0900 scatact with someone from SR/DOB. hours and got in touch with Toffice who in turn put him in touch with SR/DOB. Case officer and Headquarters' staffer returned to the Stradford Hotel, picked up agent, wife and daughter and took them to the I&N office in the Old Post Office Building in Washington where they were registered. From there they were taken to the Gordon Hotel, 15th Street N.W. where SR/DOB had reserved rooms for agent and his wife. After agent and his family were finally settled in the hotel they were instructed not to leave their hotel room at any time. Case efficer then went to meet the SR/DOB case officer who was to take over Grallspice ] briefed the new case efficer. On 6 February I met agent and family several times to make sure they were getting along all right. Agent and his family had been permitted to go out of their hotel for short walks in the immediate vicinity and to get their meals. Then on 7 February about 1200 hours case officer and the new SR/DOB case officer met Grallspice 1 and family. The five went to lunch and then a short drive so that the new case officer emuld set acquainted with his new charge. When the five returned to the Gordon, took leave of Grallspice 1 and family and turned them over completely to the new case officer. On 9 February \_\_\_ : took a MATS flight back to Frankfurt and then by train to Salaburg arriving there on 11 February 1954.

#### CASE OFFICER COMMENTS

16. In summing up the past year's association with Grallspice 1. case officer wishes to review several observations concerning agent which may possibly be of use to case officer's handling him in the future: Grallspice 1 is not the "snook" type agent, but on the contrary he possesses a very find degree of intelligence, common sense, and objectivity. He constantly strives to improve his mind, keeps up to date with current affairs and does not idle away his time (except where the opposite sex is involved and then it may not be just to say that this is idling away time). Grallspice I has the very distinct qualification of being able to handle himself in almost any type of situation and of "knowing his way around". He certainly is not one to sit at home waiting for detailed instructions or guidance from his superiors. He has plenty of initiative and drive. Perhaps the greatest testimony to his qualities as an intelligence eperative is the fact that he kas spotted and approached by another IS organization. This reverts to the tradecraft axiom that if a person looks exceptionally good to you as an IS operative he probably looks just as good to other IS organisations. As pointed out before (CR 4 June 53), Grallspice 1 is not a person to lie directly. Instead he merely neglects to tell the whole story (re his episode crossing the Austro-German border).

17. The main disadvantage to Grallspice I is that he is a control problem. He is a very active personality and definitely not one to sit around twiddling his thumbs. He likes to get out and circulate. His accidentally running into the suspected RIS agent last winter and the KOESSLER affair certainly could not be blamed on him. His affair with the 16 year old girl, however, was something that perhaps could have been avoided had agent discreetly overcome his affinity for teen-age misses. But all in all, it seems almost remarkable that such an active, energetic and inquisitate person like Grallspice I did not get into more scrapes than he did during his and year active in Salzburg. It would therefore be quite wrong to expect a person like Grallspide I to sit quietly doing nothing

for any extended period of time. rationally quite well disciplined and if a need should exist in a specific a ... he could and probably would sit quietly for a period of time. However the case in Salaburg, where it lasted almost one year and where the Vienna eperation seemed so distant to him was not one where Grallspice I could have been expected to sit quietly for so long. Hence, it is quite judicious that agent be kept busy and that, when need be, he be given very detailed "do's" and "dontts" and that a periodic check is made to see that he is observing these do's and don'ts. In general, a pretty close watch has to be kept on agent lest he wander off on his own.

18. As mentioned in paragraph one above agent seems to possess a very ampli supply of operational savvy. He knows his way around, seems quite capable of har ling himself, is certainly no intrevert, and seems to have the ability to blend : to almost any stratum of society. This is, of course, a most desirable asset in an intelligence operative since all too often the average agent is quite inclined to do nothing unless goaded into it or led by the hand. Although case officer re ceived the impression during his briefing and debriefing at Headquarters that the tentative plan was to dispose of agent after about six months time, case officer wishes to suggest that every consideration vis-a-vis agent's operational talent ( possible long range use be made before releasing Grallspice 1. Even though he is pretty much a control problem his operational talent would probably offset this disadvantage. Conserning Grallspice 1's future with KUBARK, it would seem most profitable then to follow some plan whereby Grallspice 1, after one year or so is the States where he could get adjusted to his new citizenship, would be sent back overseas in some type of contract agent slot. Even though he is a dutiful husband and father and seems most concerned about his family, he does not at all feel that he has to be physically located with them. He would, in fact, be perfeetly happy to live outside the U.S. without his family while engaged in some to of IS work for the Americans. As long as his family is being taken care of he is satisfied and doesn't seem to care if he is away from them. If it would not be possible for KUBARK to maintain Grallspice 1, it might be feasible to turn him over to some other U.S. government agencies like ODENVY who might be able to use such a "sneeper" as Grallspice 1.

Date of Report: 23 February 1954

Distribution: Orig - File #154

1 - SIM Chrone

3 - Hold for Progress Report: 2 - EEV

1 - Vien

